§51c.301

- (1) The degree to which the proposed project satisfactorily provides for the elements set forth in §51c.203:
- (2) The relative need of the population to be served for the services to be provided;
- (3) The administrative and management capability of the applicant;
- (4) The potential of the project for development of new and effective methods for health services delivery and management;
- (5) The soundness of the fiscal plan for assuring effective utilization of grant funds and maximizing non-grant revenue:
- (6) The extent to which community resources will be utilized in the project;
- (7) The extent to which grants approved under this part will provide for an appropriate distribution of resources throughout the country, taking into consideration the following factors:
- (i) The urban-rural area to be served; (ii) The nature of the organization
- applying; and
 (iii) The organizational structure for
 delivery of services:
- (8) Whether the project's catchment area is exclusive of the area served by a community health center;
- (9) The degree to which the applicant intends to integrate services supported by a grant under this subpart with health services provided under other Federally assisted health services or reimbursement programs or projects.
 - (b) The Secretary may:
- (1) Make no more than two grants under this subpart for the same project.
- (2) Make a grant under this subpart to an entity which has been awarded one or more grants under section 330(d)(1)(A) and/or section 330(d)(1)(B) of the Act only if the grant under this subpart is for a new project.

Subpart C—Grants for Operating Community Health Centers

§51c.301 Applicability.

The regulations of this subpart, in addition to the regulations of subpart A, are applicable to grants awarded pursuant to section 330(d)(1)(A) of the Act for the costs of operation of com-

munity health centers which serve medically underserved populations.

§ 51c.302 Application.

To be approved by the Secretary under this subpart, an application for a grant must, in addition to meeting the requirements of §51c.104 of subpart A,

- (a) Be submitted by an entity which may be a co-applicant which the Secretary determines is a community health center, and
- (b) Contain information sufficient to enable the Secretary to determine that the center will meet the requirements of §51c.103.

[41 FR 53205, Dec. 3, 1976, as amended at 42 FR 60418, Nov. 25, 1977]

§51c.303 Project elements.

- A community health center supported under this subpart must:
- (a) Provide the health services of the center so that such services are available and accessible promptly, as appropriate, and in a manner which will assure continuity of service to the residents of the center's catchment area.
- (b) Implement a system for maintaining the confidentiality of patient records in accordance with the requirements of §51c.110 of subpart A.
- (c) Have an ongoing quality assurance program which provides for the following:
- (1) Organizational arrangements, including a focus of responsibility, to support the quality assurance program and the provision of high quality patient care;
- (2) Periodic assessment of the appropriateness of the utilization of services and the quality of services provided or proposed to be provided to individuals served by the center. Such assessments shall:
- (i) Be conducted by physicians or by other licensed health professionals under the supervision of physicians;
- (ii) Be based on the systematic collection and evaluation of patient records; and
- (iii) Identify and document the necessity for change in the provision of services by the center and result in the institution of such change, where indicated.
- (d) Develop management and control systems which are in accordance with